

Step 2: Decide which Part D drug plan best fits your needs.

What is Medicare prescription drug coverage?

Medicare offers prescription drug coverage (Part D) for everyone with Medicare. This coverage may help you lower your prescription drug costs and help you protect against higher costs in the future. To get Medicare drug coverage, you must join a plan run by an insurance company or other private company approved by Medicare. It is best to get a drug plan comparison from www.medicare.gov to ensure that your drugs are covered by the plan.

When can I make changes to my coverage?

You can make changes to your Advantage Plan and/or Part D Plan between October 15 to December 7 each year. Depending on your situation, there may be other times when you can change your Medicare health or prescription drug coverage.

Need Help with Medicare Costs?

If you make less than \$1900 per month and have limited assets, you could be eligible for help with medical and prescription costs not covered by Medicare. Call SHIP at 800-452-4800 for the nearest Enrollment Center for more information and help with applications.

What does Medicare cost?

Medicare Part A - Hospital Insurance

You usually don't pay a monthly premium for Part A coverage if you or your spouse paid Medicare taxes while working.

Medicare Part B - Medical Insurance

Most people pay the standard Part B Premium as well as an annual deductible and 20% co-insurance. Some people may pay a higher premium based on their income. Your monthly premium will be higher than the standard premium if you are single (file an individual tax return), and your yearly modified adjusted gross income is more than \$85,000, or if you are married (file a joint tax return) and your yearly modified adjusted gross income is more than \$170,000. Your modified adjusted gross income is your adjusted gross (taxable) income plus your tax-exempt interest income. These amounts may change each year.

Part D - Medicare Prescription Drug Plans

Each plan can vary in cost and drugs covered. If you join a Medicare drug plan, you usually pay a monthly premium as well as a deductible. If you decide not to join a Medicare drug plan when you are first eligible, you may pay a penalty if you choose to join later. If you have limited income and resources, you might qualify for Extra Help to pay your Part D costs. Plan costs and coverage change each year, so all people with Medicare should check to make sure their plan still meets their needs.

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New to Medicare?

Your step-by-step guide to getting started



LOCAL HELP FOR PEOPLE WITH MEDICARE

We can help.

The State Health Insurance Assistance Program (SHIP) provides free impartial health insurance information for people with Medicare.

1-800-452-4800

TTY 1-866-846-0139

www.medicare.in.gov

Step 1: Decide if you will use Original Medicare with a supplemental insurance policy or a Medicare Advantage Plan.

What is Medicare?

Medicare is health insurance for people age 65 or older, under age 65 with certain disabilities, and any age with End-Stage Renal Disease (ESRD) (permanent kidney failure requiring dialysis or a kidney transplant).

What are my Medicare health plan choices?

You can choose different ways to get your Medicare benefits delivered. Most people get their health care coverage through Original Medicare or a Medicare Advantage Plan (like an HMO or PPO). Your costs vary depending on your coverage and the services you use.

How to apply for Medicare

To apply, you can call or visit your local Social Security office or call Social Security at 1-800-772-1213. You may also apply online at www.socialsecurity.gov.

Original Medicare

Original Medicare, which provides Medicare Part A and Part B coverage, is a fee-for-service plan managed by the Federal government. This means you are usually charged for each health care service or supply you get. For some services, you will pay an amount called a deductible before Medicare pays its part. Then, when you get a Medicare-covered medical supply or service, Medicare pays its share of the cost of the supply or service, and you pay your share, called the coinsurance or a copayment. You can also join a Medicare Prescription Drug Plan to get Part D coverage.

Medicare Advantage Plans

Medicare Advantage Plans are health plan options that are approved by Medicare and run by private companies. These plans are part of Medicare, and are sometimes called "Part C" Plans. They provide all your Part A and Part B covered services. Medicare Advantage Plans may offer extra benefits and most include Medicare prescription drug coverage (usually for an extra cost). You may need a referral to see a specialist. In some plans, you can only see doctors who belong to the plan or go to certain hospitals to get covered services.

Medicare Part A

Medicare Part A helps cover inpatient care in hospitals. This includes critical access hospitals and inpatient rehabilitation facilities. It also helps cover hospice care and home health care, and skilled nursing facilities (not custodial or long-term care). You must meet certain conditions to get these benefits.

Medicare Part B

Medicare Part B helps cover medically-necessary services like doctors' services, outpatient care, and other medical services. Part B also covers some preventive services. These include a one-time "Welcome to Medicare" preventive services visit, bone mass measurements, flu and pneumococcal shots, cardiovascular screenings, cancer screenings, diabetes screenings, and more.

Original Medicare

This includes Part A and B.



Part A

Hospital Insurance



Part B

Medical Insurance



You can add:

Part D

Medicare Prescription Drug Coverage



You can also add:

Medigap

Medicare Supplement Insurance



(Medigap policies help pay your out-of-pocket costs in Original Medicare.)

Medicare Advantage (Part C)

These managed care plans are HMO's, PPO's, or PFFS's and include Part A and B services.



Part A

Hospital Insurance



Part B

Medical Insurance



Part D

Medicare Prescription Drug Coverage



(Most Medicare Advantage plans cover prescription drugs. If yours doesn't, you will need other creditable drug coverage.)